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# **Housing Authority of the CITY OF BOGALUSA**

Bogalusa, Louisiana

**Annual Financial Report  
As of and for the Year Ended September 30, 2005**

**WILLIAM DANIEL McCASKILL, CPA  
A PROFESSIONAL ACCOUNTING CORPORATION**

**415 Magnolia Lane  
Mandeville, Louisiana 70471**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 5-3-06

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA**  
**Bogalusa, Louisiana**  
**Basic Financial Statements**  
**As of and for the Fiscal Year Ended September 30, 2005**  
**With Supplemental Information Schedules**

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**INDEPENDENT AUDITOR'S REPORT**

Board of Commissioners  
Housing Authority of the City of Bogalusa  
Bogalusa, Louisiana

I have audited the accompanying basic financial statements of the Housing Authority of the City of Bogalusa (the authority) as of and for the year ended September 30, 2005, which collectively comprise the authority's basic financial statements, as listed in the table of contents. These basic financial statements are the responsibility of the authority's management. My responsibility is to express an opinion on these basic financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the basic financial statements referred to above present fairly in all material respects, the financial position of the Housing Authority of the City of Bogalusa as of September 30, 2005, and the respective changes in financial position and cash flows, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, I have also issued my report dated March 21, 2006 on my consideration of the authority's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of my audit.

The management's discussion and analysis listed in the table of contents, is not a required part of the basic financial statements but is supplemental information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, I did not audit the information and express no opinion on it.

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA**

Bogalusa, Louisiana

Independent Auditor's Report, 2005

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My audit was conducted for the purpose of forming opinions on the financial statements which collectively comprise the authority's basic financial statements. The financial data schedule and other supplementary information schedules listed in the table of contents are presented for the purpose of additional analysis and are not a required part of the basic financial statements of the authority. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Danny McCaskill*

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William Daniel McCaskill, CPA  
A Professional Accounting Corporation

March 21, 2006

**HOUSING AUTHORITY OF BOGALUSA, LOUISIANA**

**REQUIRED SUPPLEMENTAL INFORMATION**

**MANAGEMENT DISCUSSION AND ANALYSIS (MD&A)**

**SEPTEMBER 30, 2005**

**Housing Authority of the City of Bogalusa  
Management's Discussion and Analysis (MD&A)  
September 30, 2005**

The management of Public Housing Authority of Bogalusa, Louisiana presents the following discussion and analysis (MD&A) of the Housing Authority's financial activities for the fiscal year ending September 30, 2005. This represents an overview of financial information. Please read this discussion and analysis in conjunction with the Authority's included audited financial statements.

**FINANCIAL HIGHLIGHTS**

- The primary source of funding for these activities continues to be subsidies and grants from the Department of Housing and Urban Development (HUD), whereas tenant rentals provide a secondary but also significant source of funding.
- The Housing Authority's assets exceeded its liabilities by \$3,805,815 at the close of the fiscal year ended 2005.
  - ✓ Of this amount \$3,220,423 represents a restriction equal to the net amount invested in land, building, furnishings, leasehold improvements, equipment, and construction in progress.
  - ✓ The remainder of \$585,392 of unrestricted assets could be used to meet the Housing Authority's ongoing obligations to citizens and creditors. As a measure of financial strength, this amount equals 30% of the total operating expenses of \$1,885,714 for the fiscal year 2005, which means the Authority might be able to operate about 4 months using the unrestricted assets alone.
- The Housing Authority's total net assets increased by \$386,866, a 9% change from the prior fiscal year 2004. This increase is attributable to substantial increases in Federal capital grants, described in more detail below.
- The increase in net assets of these funds was accompanied by a decrease in unrestricted cash by \$53,189.
- The Authority spent \$345,861 on capital asset additions and \$449,726 on construction in progress during the current fiscal year.
- These changes led to an increase in total assets by \$318,663 and a decrease in total liabilities by \$68,202. However, as another measure of financial health, there are still over \$7 of current assets covering each dollar of total current and long-term liabilities.
- The Housing Authority continues to operate without the need for debt borrowing.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This MD&A is intended to serve as an introduction to the Housing Authority's basic financial statements. The Housing Authority is a special-purpose government engaged in business-type activities. Accordingly, only fund financial statements are presented as the basic financial statements, comprised of two components: (1) fund financial statements and (2) a series of notes to the financial statements. These provide information about the activities of the Housing Authority as a whole and present a longer-term view of the Housing Authority's finances. This report also contains other supplemental information in addition to the basic financial statements themselves demonstrating how projects funded by HUD have been completed, and whether there are inadequacies in the Authority's internal controls.

**Housing Authority of the City of Bogalusa  
Management's Discussion and Analysis (MD&A)  
September 30, 2005**

**Reporting on the Housing Authority as a Whole**

One of the most important questions asked about the Authority's finances is, "Is the Housing Authority as a whole better off, or worse off, as a result of the achievements of fiscal year 2005?" The Statement of Net Assets and the Statement of Revenues, Expenses, and Changes in Net Assets report information about the Housing Authority as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

**Fund Financial Statements**

The Housing Authority accounts for all financial activity in a single enterprise fund. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Housing Authority, like other enterprises operated by state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The Housing Authority's financial statements report its net assets and changes in them. One can think of the Housing Authority's net assets – the difference between assets and liabilities – as one way to measure the Authority's financial health, or financial position. Over time, increases and decreases in the Authority's net assets are one indicator of whether its financial health is improving or deteriorating. One will need to consider other non-financial factors, however, such as the changes in the Authority's occupancy levels or its legal obligations to HUD, to assess the overall health of the Housing Authority.

**USING THIS ANNUAL REPORT**

The Housing Authority's annual report consists of financial statements that show combined information about the Housing Authority's most significant programs:

- Low Rent Public Housing
- Housing Choice Vouchers
- Public Housing Capital Fund Program

The Housing Authority's auditors provided assurance in their independent auditors' report with which this MD&A is included, that the basic financial statements are fairly stated. The auditors provide varying degrees of assurance regarding the other information included in this report. A user of this report should read the independent auditors' report carefully to determine the level of assurance provided for each of the other parts of this report.

**Reporting the Housing Authority's Most Significant Funds**

The Housing Authority's financial statements provide detailed information about the most significant funds. Some funds are required to be established by the Department of Housing and Urban Development (HUD). However, the Housing Authority establishes other funds to help it control and manage money for particular purposes, or to show that it is meeting legal responsibilities for using grants and other money.

The Housing Authority's enterprise funds use the following accounting approach for Proprietary funds: All of the Housing Authority's services are reported in enterprise funds. The focus of proprietary funds is on income measurement, which, together with the maintenance of net assets, is an important financial indicator.

**Housing Authority of the City of Bogalusa  
Management's Discussion and Analysis (MD&A)  
September 30, 2005**

**FINANCIAL ANALYSIS**

The Housing Authority's net assets were \$3,805,815 as of September 30, 2005. Of this amount, \$3,220,423 was invested in capital assets, and the remaining \$585,392 was unrestricted. No other specific Assets are restricted. Also, there are no other restrictions on general Net Assets.

**CONDENSED FINANCIAL STATEMENTS**

<b>Condensed Balance Sheet (Excluding Interfund Transfers) As of September 30, 2005</b>			<b><u>2005</u></b>	<b><u>2004</u></b>
<b>ASSETS</b>				
Current Assets			\$ 646,509	\$ 786,160
Restricted Assets			43,730	43,300
Capital Assets, Net of Depreciation			<u>3,220,423</u>	<u>2,762,539</u>
Total Assets			<u><u>3,910,662</u></u>	<u><u>3,591,999</u></u>
<b>LIABILITIES</b>				
Current Liabilities			47,313	113,269
Tenant Security Deposits			43,730	43,300
Non-Current Liabilities			<u>13,804</u>	<u>16,481</u>
Total Liabilities			<u><u>104,847</u></u>	<u><u>173,050</u></u>
<b>NET ASSETS</b>				
Invested in Capital Assets, Net of Depreciation			3,220,423	2,762,539
Unrestricted Net Assets			<u>585,392</u>	<u>656,410</u>
Total Net Assets			<u><u>3,805,815</u></u>	<u><u>3,418,949</u></u>
Total Liabilities and Net Assets			<u><u>\$3,910,662</u></u>	<u><u>\$3,591,999</u></u>



**Housing Authority of the City of Bogalusa  
Management's Discussion and Analysis (MD&A)  
September 30, 2005**

**CONDENSED FINANCIAL STATEMENTS (Continued)**

The net assets of these funds increased by \$386,866, or by 9%, from those of fiscal year 2004, as explained below. In the narrative that follows, the detail factors causing this change are discussed:

**Condensed Statement of Revenues, Expenses, and Changes in Fund Net Assets  
(Excluding Interfund Transfers)  
Fiscal Year Ended September 30, 2005**

	<u>2005</u>	<u>2004</u>
<b>OPERATING REVENUES</b>		
Federal Grants - Operating	\$1,136,684	\$1,072,724
Rental Revenue	313,295	313,402
Other Tenant Revenue	156,096	139,792
Total Operating Revenues	<u>1,606,075</u>	<u>1,525,918</u>
<b>OPERATING EXPENSES</b>		
Ordinary Maintenance and Repairs	367,160	390,335
Administrative	578,061	379,442
Housing Assistance Payments to Landlords	344,362	378,404
Depreciation	336,605	305,944
Utilities	257,386	271,502
General and Other	2,140	132,792
Tenant Services	-	3,931
Total Operating Expenses	<u>1,885,714</u>	<u>1,862,350</u>
(Losses) from Operations	<u>(279,639)</u>	<u>(336,432)</u>
<b>NON-OPERATING REVENUES</b>		
Federal Grants - Capital	795,586	263,092
Interest Income & Other	22,423	49,061
Total Non-Operating Revenues	<u>818,009</u>	<u>312,153</u>
<b>NON-OPERATING EXPENSES</b>		
Casualty Losses and Losses on Disposal of Assets	<u>151,058</u>	<u>-</u>
<b>NET INCREASE (DECREASE) IN NET ASSETS</b>	387,312	(24,279)
<b>NET ASSETS, Beginning of Year</b>	<u>3,418,503</u>	<u>3,443,228</u>
<b>NET ASSETS, End of Year</b>	<u><u>\$3,805,815</u></u>	<u><u>\$3,418,949</u></u>

**Housing Authority of the City of Bogalusa  
Management's Discussion and Analysis (MD&A)  
September 30, 2005**

**EXPLANATIONS OF FINANCIAL ANALYSIS**

Compared with the prior fiscal year, total operating and non-operating revenues increased \$586,013, or by 32%, from a combination of larger offsetting factors. Reasons for most of this change are listed below in order of impact from greatest to least:

- Federal Capital Funds from HUD increased by \$532,493, or by 202% from that of the prior fiscal year. The Housing Authority was still in the process of completing projects funded from grants by HUD for fiscal years 2002 through 2005, and submitted a new grant during fiscal year 2005.
- Federal revenues from HUD for operations increased by \$63,958, or by 6% from that of the prior fiscal year. The determination of operating grants is based upon a three year average of past operations performance. The current contributions were greater because of slight increases in performance of at least one of the prior fiscal years' operations.
- Total other non-operating revenue decreased by 67% from that of the prior fiscal year, because other revenue decreased by \$29,291 since the Authority received proceeds from casualty insurance claims in the prior year, but not in the current year, which are recorded as other income by the Authority in the year received.
- Total tenant revenue increased by 4% from that of the prior fiscal year, because other tenant revenues (such as fees collected from tenants for late payment of rent, damages to their units, and other assessments) increased by \$16,304, since there was a significant increase in collections from tenants for excess utilities.
- Interest income totaling \$8,827, did not change significantly from the prior to the current year.

Compared with the prior fiscal year, total operating and non-operating expenses increased \$174,422, or by 8%, but this also was made up of a combination of offsetting factors. Again, reasons for most of this change are listed below in order of impact from greatest to least:

- Maintenance and repairs increased by \$23,175, or by 6% from that of the prior fiscal year, due to several offsetting factors: Repair staff wages increased by \$17,364, or by 15% and related employee benefit contributions increased by \$4,963, or by 9%. However, materials used decreased by \$2,295, or by 2%, and contract labor costs decreased by \$43,207, or by 36%. In addition, Extraordinary maintenance increased by \$135,942 from that of the prior fiscal year, due to extensive renovations funded by capital grants.
- Housing Assistance Payments to landlords decreased by \$34,042, or by 9% from that of the prior fiscal year, because there was a decrease in the number of tenants qualifying for subsidy during the year. Consequently, revenues from HUD for these subsidies decreased by (\$18,190).
- General Expenses increased by \$32,999, or by 25% from that of the prior fiscal year, due to a combination of larger offsetting factors: Insurance premiums increased by \$47,344, or by 53%, since property and casualty insurance premiums increased. Also, payments in lieu of taxes (PILOT) increased by \$3,639, or by 21%. Finally, other general expenses increased by \$16,831. On the other hand, uncollectible rents from vacated units decreased by \$34,815 due to improved collections during the current fiscal year.
- Depreciation expense increased by \$30,659, or by 10% from that of the prior fiscal year, because there was an increase in capital assets by \$810,029.
- Casualty losses increased by \$15,116 from that of the prior fiscal year, because none were incurred in the prior fiscal year.

**Housing Authority of the City of Bogalusa  
Management's Discussion and Analysis (MD&A)  
September 30, 2005**

- Utilities Expense decreased by \$14,116, or by 5% from that of the prior fiscal year, because water consumption decreased by \$12,633, due to a decrease in consumption by 25%. Electricity increased by \$7,788, due to a decrease in consumption by 1% and an increase in rate by 5%. Gas consumption decreased by \$315, due to an increase in consumption by 30% and a decrease in rate by 33%. Finally, other utilities expense (such as garbage, sewage, and waste disposal) decreased by \$8,958, or by 27%.
- Administrative Expenses increased by \$11,918, or by 3% from that of the prior fiscal year, due to a combination of offsetting factors: Administrative staff salaries increased by \$15,052 and related employee benefit contributions increased by \$3,113, but staff vacation and sick leave pay decreased by \$5,972; therefore total staff salaries and benefit costs increased by 6%. Next, audit fees increased by \$3,829, and accounting fees increased by \$3,895; thus, total outside professional fees increased by 636%. Finally, staff travel reimbursements increased by \$13,010 and staff training costs increased by \$935, whereas sundry expenses decreased by \$47,443; therefore, other staff administrative expense decreased by 26%.
- Tenant Services and Losses on sales of assets, totaling \$2,261, did not change significantly from the prior to the current year.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets**

At September 30, 2005, the Housing Authority had a total cost of \$15,289,734 invested in a broad range of assets and construction in progress from projects funded in 2002 through 2005, listed below. This amount, not including depreciation, represents increases of \$810,029 from the prior year. More detailed information about capital assets appears in the notes to the financial statements.

**Capital Assets, Net of Accumulated Depreciation  
As of September 30, 2005**

	<u><b>2005</b></u>	<u><b>2004</b></u>
Land	\$ 237,721	\$ 259,721
Construction in Progress	449,726	153,800
Buildings	2,359,689	2,163,953
Leasehold Improvements	37,736	52,940
Furniture and Equipment	135,551	132,125
 Total	 <u>3,220,423</u>	 <u>2,762,539</u>

As of the end of the 2004 fiscal year, the Authority is still in the process of completing HUD grants of \$2,316,450 obtained during 2002 through 2005 fiscal years. A total remainder of \$1,088,724 will be received and \$1,047,291 will be spent for completing these projects during fiscal year 2006.

**Debt**

Non-current liabilities include accrued annual vacation due to employees. The Housing Authority has not incurred any mortgages, leases, or bond indentures for financing capital assets or operations.

**Housing Authority of the City of Bogalusa  
Management's Discussion and Analysis (MD&A)  
September 30, 2005**

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The Housing Authority is primarily dependent upon HUD for the funding of operations; therefore, the Housing Authority is affected more by Federal budget than by local economic conditions. The capital budgets for the 2006 fiscal year have already been submitted to HUD for approval and no major changes are expected.

The Capital fund programs are multiple year budgets and have remained relatively stable. Capital Funds are used for the modernization of public housing properties including administrative fees involved in the modernization.

**CONTACTING THE HOUSING AUTHORITY'S FINANCIAL MANAGEMENT**

Our financial report is designed to provide our citizens, investors, and creditors with a general overview of the Housing Authority's finances, and to show the Housing Authority's accountability for the money it receives. If you have questions about this report, or wish to request additional financial information, contact Randy Smith, at Public Housing Authority of Bogalusa, Louisiana; 1015 Union Avenue; Bogalusa, LA 70427.

**Housing Authority of the City of Bogalusa  
Bogalusa, Louisiana  
Statement of Net Assets  
As of September 30, 2005**

**Exhibit A**

**ASSETS**

**Current assets**

Cash and cash equivalents	\$ 514,691
Investments	-
Receivables:	
HUD	43,146
Tenant rents, net of allowance	39,958
Accrued interest receivable	3,178
Miscellaneous, net of allowance	21
Prepaid insurance	1,017
Inventory, net of allowance	44,498
<b>Total current assets</b>	<b>646,509</b>

**Restricted assets**

Cash and cash equivalents	43,730
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**Noncurrent assets**

**Capital assets:**

**Nondepreciable capital assets:**

Land	237,721
Construction in progress	449,726
<b>Total nondepreciable capital assets</b>	<b>687,447</b>

**Depreciable capital assets:**

Buildings and improvements	14,046,633
Furniture and equipment	555,654
Less accumulated depreciation	(12,069,311)
<b>Total depreciable capital assets, net of accumulated depreciation</b>	<b>2,532,976</b>

<b>Total capital assets, net of accumulated depreciation</b>	<b>3,220,423</b>
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<b>Total assets</b>	<b>3,910,662</b>
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**LIABILITIES**

**Current Liabilities**

Payable to other governments	21,200
Accrued wages payable	13,976
Accrued compensated absences	6,292
HUD liability	1,362
Deferred revenue	4,253
Other liability	230
<b>Total current liabilities</b>	<b>47,313</b>

**Liabilities Payable from Restricted Assets**

Security deposit liability	43,730
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**Noncurrent liabilities**

Accrued compensated absences	13,769
Other liabilities	35
<b>Total noncurrent liabilities</b>	<b>13,804</b>

<b>Total liabilities</b>	<b>104,847</b>
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**NET ASSETS**

Invested in capital assets, net of related debt	3,220,423
Unrestricted	585,392
<b>Total net assets</b>	<b>\$ 3,805,815</b>

The accompanying notes are an integral part of these financial statements.

**Exhibit B**

**Housing Authority of the City of Bogalusa  
Bogalusa, Louisiana  
Statement of Revenues, Expenses, and Changes in Net Assets  
Fiscal Year Ended September 30, 2005**

<b>Operating Revenues</b>	
Annual contributions - Housing Assistance Payments	\$ 360,075
HUD administrative fee	43,419
Public housing operating subsidy	652,208
Operating Grants	80,982
Dwelling Rental	313,295
Other Operating	<u>156,096</u>
<b>Total operating revenues</b>	<b>1,606,075</b>
<b>Operating Expenses</b>	
Housing Assistance Payments	344,362
General and administrative	578,061
Repairs and maintenance	367,160
Utilities	257,386
Tenant services	1,777
Miscellaneous Expenses	363
Depreciation and amortization	<u>336,605</u>
<b>Total operating expenses</b>	<b><u>1,885,714</u></b>
<b>Operating income (loss)</b>	<b>(279,639)</b>
<b>Nonoperating Revenues (Expenses):</b>	
Capital grants	795,586
Investment income	10,069
Interest (expense)	-
Miscellaneous revenues	12,354
Casualty Losses	(15,116)
Miscellaneous expenses	<u>(135,942)</u>
<b>Total nonoperating revenues (expenses)</b>	<b><u>666,951</u></b>
<b>Change in net assets</b>	<b>387,312</b>
<b>Net assets, beginning of year, as restated</b>	<b><u>3,418,503</u></b>
<b>Net assets, end of year</b>	<b><u><u>\$ 3,805,815</u></u></b>

The accompanying notes are an integral part of these financial statements.

## Exhibit C

**Housing Authority of the City of Bogalusa  
Statement of Cash Flows  
Fiscal Year Ended September 30, 2005**

**CASH FLOWS FROM OPERATING ACTIVITIES**

Receipts from federal subsidies	\$ 1,136,684
Receipts from tenants	469,391
Payments to landlords	(344,362)
Payments to suppliers	(772,497)
Payments to employees	(413,770)
<b>Net cash provided by operating activities</b>	<u>75,446</u>

**CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES**

Miscellaneous revenues	12,354
Miscellaneous (expenses)	(151,058)
<b>Net cash provided by noncapital financing activities</b>	<u>(138,704)</u>

**CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES**

Proceeds from capital grants	795,586
Purchase and construction of capital assets	(795,586)
<b>Net cash (used in) capital and related financing activities</b>	<u>-</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Interest received	10,069
<b>Net cash provided by investing activities</b>	<u>10,069</u>
Net (decrease) in cash and cash equivalents	(53,189)
<b>Cash and cash equivalents - beginning of year</b>	<u>567,880</u>
<b>Cash and cash equivalents - end of year</b>	<u>\$ 514,691</u>

**Reconciliation of operating income (loss) to net cash provided by operating activities:**

Operating (loss)	\$ (279,639)
Adjustments to reconcile operating (loss) to net cash provided by operating activities:	
Depreciation and amortization	336,605
Changes in assets and liabilities:	
HUD receivable	65,158
Tenant rents, net of allowance	(24,331)
Miscellaneous receivables	(21)
Prepaid insurance	45,657
Restricted assets	(430)
Accounts payable	(81,172)
Accrued wages payable	11,397
Accrued compensated absences	(4,574)
HUD liability	3,639
Other liability	915
Security deposit liability	430
Deferred revenues	1,812
<b>Net cash provided by operating activities</b>	<u>\$ 75,446</u>

The accompanying notes are an integral part of the financial statements

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA**  
**Bogalusa, Louisiana**  
**Notes to the Basic Financial Statements**  
**For Fiscal Year Ended September 30, 2005**

**NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accompanying basic financial statements of the authority have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

**(1) Reporting Entity**

The Housing Authority of The City of Bogalusa (the authority) was chartered as a public corporation under the laws of the State of Louisiana for the purpose of providing safe and sanitary dwelling accommodations for the residents of the City of Bogalusa, Louisiana. This formation was contingent upon the approval of the city.

The authority is governed by a Board of Commissioners (Board), which is composed of five members appointed by the city and serve five-year staggered terms. The Board of the authority exercises all powers granted to the authority.

GASB Statement No. 14 established criteria for determining the governmental reporting entity. Under provisions of this statement, the authority is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally of other state and local governments. As used in GASB 14, fiscally independent means that the authority may, without the approval or consent of another governmental entity, determine or modify its own budget, control collection and disbursements of funds, maintain responsibility for funding deficits and operating deficiencies, and issue bonded debt. The authority has no component units, defined by GASB 14 as other legally separate organizations, for which the elected authority members are financially accountable.

The authority is a related organization of the City of Bogalusa, Louisiana since the city appoints a voting majority of the authority's governing board. The city is not financially accountable for the authority as it cannot impose its will on the authority and there is no potential for the authority to provide financial benefit to, or impose financial burdens on, the city. Accordingly, the authority is not a component unit of the financial reporting entity of the city.

**(2) Funds**

The accounts of the authority are organized and operated on the basis of funds. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. The minimum number of funds is maintained consistent with legal and managerial requirements.

All funds of the authority are classified as proprietary. The general fund accounts for transactions of all of the authority's programs.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The



Housing Authority of the City of Bogalusa  
Bogalusa, Louisiana  
Notes to the Financial Statements, 2005 – Continued

principal operating revenues of the authority's enterprise fund are HUD operating grants and subsidies, Section 8 Housing Assistance Subsidies, Section 8 Management Fees and tenant dwelling rents. Operating expenses include Section 8 Housing Assistance Payments, General and Administrative expenses, repairs and maintenance expenses, utilities and depreciation and amortization on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The accompanying basic financial statements of the authority have been prepared in conformity with governmental accounting principles generally accepted in the United States of America. The GASB is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The accompanying basic financial statements have been prepared in conformity with GASB statement No. 34, Basic Financial Statements and Managements discussion and Analysis - for State and Local Governments, which was unanimously approved in June 1999 by the GASB.

(3) Measurement focus and basis of accounting

Proprietary funds are accounted for on the flow of economic resources measurement focus and the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred. With this management focus all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The authority has elected, pursuant to GASB Statement No. 20, to apply all GASB pronouncements and only FASB pronouncements issued before November 30, 1989.

(4) Assets, liabilities, and net assets

(a) Deposits

The authority's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. HUD regulations, state law and the authority's investment policy allow the housing authority to invest in collateralized certificates of deposit and securities backed by the federal government.

(b) Inventory and prepaid items

All inventories are valued on a first-in first-out (FIFO) basis. Inventories consist of expendable building materials and supplies held for consumption in the course of the authority's operations.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

(c) Restricted Assets

Cash equal to the amount of tenant security deposits is reflected as restricted.

(d) Capital assets

Capital assets of the authority are included in the statement of net assets and are recorded at actual cost. Depreciation of all exhaustible fixed assets is charged as an expense against operations.

Housing Authority of the City of Bogalusa  
Bogalusa, Louisiana  
Notes to the Financial Statements, 2005 – Continued

Property, plant, and equipment of the Authority is depreciated using the straight line method over the following estimated useful lives:

Buildings	33 years
Modernization and improvements	15 years
Furniture and equipment	3-7 years

(e) Due from/to other governments or agencies

Amounts due from/to the authority to/by other governments or agencies are generally for HUD grants or programs under which the services have been provided by the authority. The authority also records an amount due to the various taxing districts within the region for payments in lieu of taxes.

(f) Allowance for doubtful accounts

The authority provides an allowance for doubtful accounts, as needed, for accounts deemed not collectible. At September 30, 2005, the management of the authority established an allowance for doubtful accounts of approximately \$21,344.

(g) Compensated absences

It is the authority's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. In accordance with the provisions of GASB Statement No. 16, "*Accounting for Compensated Absences*," vacation and sick pay is accrued when incurred and reported as a liability.

Employees may accumulate an unlimited number of annual and sick leave hours. Employees may accumulate an unlimited number of annual leave hours. Depending on their length of service, employees receive payment for up to 300 annual leave hours upon termination or retirement at their then current rate of pay. Employees are not compensated for unused sick leave. The cost of current leave privileges, computed in accordance with GASB Codification Section C60 is recognized as a current year expense when leave is earned.

(h) Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the government-wide financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**NOTE B – DEPOSITS**

Deposits are stated at cost, which approximates fair value. Under state law and/or federal regulation, these deposits, or the resulting bank balances, must be secured by federal deposit insurance or the pledge of federal securities. The fair value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent.

As of September 30, 2005, the authority's carrying amount of deposits was \$558,421 which includes the following:

Housing Authority of the City of Bogalusa  
 Bogalusa, Louisiana  
 Notes to the Financial Statements, 2005 – Continued

Cash and Cash Equivalents – Unrestricted	\$514,691
Cash and Cash Equivalents – Restricted	43,730
Total	\$558,421

Interest Rate Risk - The authority's policy does not address interest rate risk.

Credit Rate Risk - Since all of the authority's deposits are federally insured and/or backed by federal securities, the authority does not have credit rate risk.

Custodial Credit Risk - This is the risk that in the event of a bank failure, the authority's deposits may not be returned to it. The authority does not have a policy for custodial credit risk. As of September 30, 2005, the authority's deposit balances were not exposed to custodial credit risk.

**NOTE C - CAPITAL ASSETS**

Capital assets activity for the year ended September 30, 2005 was as follows:

	Beginning Balance	Additions	Deletions	Adjustment	Ending Balance
<b>Nondepreciable Assets:</b>					
Land	\$ 259,721	\$ -	\$ -	\$ (22,000)	\$ 237,721
Construction in Progress	153,801	434,377	138,452	-	449,726
<b>Depreciable Assets:</b>					
Building and improvements	13,615,872	445,485	7,628	22,000	14,075,729
Furniture and equipment	472,381	54,177	-	-	526,558
Total	14,501,775	934,039	146,080	-	15,289,734
Less accumulated depreciation					
Building and improvements	11,398,979	286,952	-	-	11,685,931
Furniture and equipment	340,255	49,653	6,528	-	383,380
Total accumulated depreciation	11,739,234	336,605	6,528	-	12,069,311
Net Capital Assets	\$ 2,762,541	\$ 597,434	\$ 139,552	\$ -	\$ 3,220,423

**NOTE D – CONSTRUCTION COMMITMENTS**

The authority has active construction projects as of September 30, 2005. At year end, the commitments with contractors are as follows:

Projects	Expended to Date	Remaining Commitment
CFP 2003	\$ 253,175	\$ 148,496
CFP 2003 (2)	-	104,046
CFP 2004	233,304	222,758
CFP 2005	22,569	415,294
Total	\$ 509,048	\$ 890,594

**NOTE E – COMPENSATED ABSENCES**

At September 30, 2005, employees of the authority have accumulated and vested \$20,061 of employee leave benefits, which was computed in accordance with GASB Codification Section

Housing Authority of the City of Bogalusa  
Bogalusa, Louisiana  
Notes to the Financial Statements, 2005 – Continued

C60. The leave payable is recorded in the accompanying financial statements, with \$13,769 reported in long-term debt.

**NOTE F - RETIREMENT PLAN**

The authority participates in the Louisiana Housing Council Group Retirement Plan, administered by Broussard, Bush and Hurst, which is a defined contribution plan. The plan consists of employees of various local and regional housing authorities which are members of the Louisiana Housing Council. Through this plan, the authority provides pension benefits for all of its full-time employees. All full-time employees who have attained age 18 are eligible to participate in the plan on the first day of the month after completing three months of continuous and uninterrupted employment.

Under a defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. The employer is required to make monthly contributions equal to five percent (5%) of each participant's basic (excludes overtime) compensation. Employees are required to contribute five percent (5%) of their annual covered salary.

The authority's contribution for each employee and income allocated to the employee's account are fully vested after five years of continuous service. The authority's contributions and interest forfeited by employees who leave employment before five years of service are used to offset future contributions of the authority.

Normal retirement date shall be the first day of the month following the employee's sixty-fifth birthday. Early retirement may be elected on the first day of any month within 10 years of the employee's normal retirement date, provided the employee has completed five years of service with the authority. With the authority's consent, employees may defer retirement to the first day of any month beyond normal retirement date.

The authority's total payroll for the year ended September 30, 2005, was \$306,662. The authority's contributions were calculated using the base salary amount of \$248,377. The authority made the required contributions of \$12,419 for the year ended September 30, 2005.

**NOTE G – RISK MANAGEMENT**

The authority is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions, injuries to employees; and natural disasters. The authority's risk management program encompasses obtaining property and liability insurance.

There has been no significant reduction in insurance coverages from coverages in the prior year. In addition, there have been no significant claims that have exceeded commercial insurance coverages in any of the past three fiscal years.

**NOTE H – FEDERAL COMPLIANCE CONTINGENCIES**

The authority is subject to possible examinations by federal regulators who determine compliance with terms, conditions, laws and regulations governing grants given to the entity in the current and prior years. These examinations may result in required refund by the entity to federal grantors and/or program beneficiaries.

Housing Authority of the City of Bogalusa  
Bogalusa, Louisiana  
Notes to the Financial Statements, 2005 – Continued

**NOTE I – ECONOMIC DEPENDANCE**

Statement of Financial Accounting Standard (SFAS) No. 14 requires disclosure in financial statements of a situation where one entity provides more than 10% of the audited entity's revenues. The Department of Housing and Urban Development provided \$1,932,270 to the authority, which represents approximately 79.7% of the authority's total revenue for the year.

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE  
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Commissioners  
Housing Authority of the City of Bogalusa  
Bogalusa, Louisiana

I have audited the financial statements of the Housing Authority of the City of Bogalusa (the authority), as of and for the year ended September 30, 2005 which collectively comprise the authority's basic financial statements and have issued my report thereon dated March 31, 2006. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing my audit, I considered the authority's internal control over financial reporting in order to determine my auditing procedures for the purpose of expressing my opinion on the financial statements and not to provide an opinion on the internal control over financial reporting. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. I noted no matters involving the internal control over financial reporting and its operation that I consider to be material weaknesses.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the authority's financial statements are free of material misstatement, I performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of my audit and, accordingly, I do not express such an opinion. The results of my tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA**

Bogalusa, Louisiana

Report on Internal Control...*Government*

*Auditing Standards*, 2005

Page Two

This report is intended solely for the information and use of the board of commissioners and management, others within the organization, the Louisiana Legislative Auditor and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*Danny McCaskill*

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William Daniel McCaskill, CPA

A Professional Accounting Corporation

March 21, 2006

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**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE  
TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL  
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Commissioners  
Housing Authority of the City of Bogalusa  
Bogalusa, Louisiana

Compliance

I have audited the compliance of the Housing Authority of the City of Bogalusa (the authority) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that are applicable to each of its major federal programs for the year ended September 30, 2005. The authority's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the authority's management. My responsibility is to express an opinion on the authority's compliance based on my audit.

I conducted my audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that I plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the authority's compliance with those requirements and performing such other procedures as I considered necessary in the circumstances. I believe that my audit provides a reasonable basis for my opinion. My audit does not provide a legal determination on the authority's compliance with those requirements.

In our opinion, the Housing Authority complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended September 30, 2005. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as item 2005-1.

Internal Control Over Compliance

The management of the authority is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing my audit, I considered the authority's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine my auditing procedures for the purpose of expressing my



**HOUSING AUTHORITY OF THE CITY OF BOGALUSA**

Bogalusa, Louisiana

Report on Compliance...A-133, 2005

Page Two

opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

I noted certain matters involving the internal control over compliance and its operation that I consider to be reportable conditions. Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in my judgment, could adversely affect the authority's ability to administer a major federal program in accordance with the applicable requirements of laws, regulations, contracts and grants. A reportable condition is described in the accompanying schedule of findings and questioned costs as item 2005-1.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with the applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. My consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, I consider item 2005-1 to be material weaknesses.

This report is intended solely for the information and use of the board of commissioners and management, others within the organization, the Louisiana Legislative Auditor and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

*Danny McCaskill*

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William Daniel McCaskill, CPA  
A Professional Accounting Corporation

March 21, 2006

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA**  
**Bogalusa, Louisiana**  
**Schedule of Current Audit Findings and Questioned Costs**  
**Fiscal Year Ended September 30, 2005**

**Summary Schedule of Auditor's Results:**

1. The auditor's report expresses an unqualified opinion on the basic financial statements of the authority.
2. No reportable conditions required to be reported in the Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With *Government Auditing Standards* were disclosed during the audit of the financial statements.
3. No instances of noncompliance material to the financial statements of the authority, which would be required to be reported in accordance with *Government Auditing Standards*, were disclosed during the audit.
4. One reportable condition disclosed during the audit of internal control over major federal award programs is reported in the Report On Compliance With Requirements Applicable To Each Major Program And On Internal Control Over Compliance In Accordance With OMB Circular A-133. The condition is reported as a material weakness.
5. The auditor's report on compliance for the major federal award programs for the authority expresses a qualified opinion on all major federal programs.
6. Audit findings that are required to be reported in accordance with Section 510(a) of OMB Circular A-133 are reported in this Schedule.
7. The programs tested as major programs included:
  - o Low Rent Public Housing
  - o Housing Choice Vouchers
8. The threshold used for distinguishing between Type A and B programs was \$300,000.
9. The authority did not qualify as a low-risk auditee.

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA**  
**Bogalusa, Louisiana**  
**Schedule of Current Audit Findings and Questioned Costs (continued)**  
**Fiscal Year Ended September 30, 2005**

**FINDINGS - FINANCIAL STATEMENTS AUDIT**

None

**FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARDS PROGRAMS AUDIT****FINDING 2005-1****Programs**

Low Rent Public Housing  
Housing Choice Vouchers

**Condition**

Testing of Low Rent Public Housing tenant files resulted in the following deficiencies:

Number Of Occurrences	Condition
4	Annual recertifications were not performed on a timely basis
1	Inadequate third party income verification

Testing of Housing Choice Voucher tenant files resulted in the following deficiencies:

Number Of Occurrences	Condition
4	Inadequate rent reasonableness documentation

**Criteria**

The housing authority must comply with federal regulations related to eligibility and its own admissions and continued occupancy policy.

**Cause**

The housing authority may not be adequately staffed and/or the current staff may not be adequately trained.

**Effect**

The housing authority did not comply with federal regulations related to eligibility and its own admissions and continued occupancy policy.

**PHA Response**

See Corrective Action Plan

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA  
Bogalusa, Louisiana  
Schedule of Prior Year Audit Findings  
Fiscal Year Ended September 30, 2005**

**Finding 2004-1**

The housing authority did not comply with federal regulations related to eligibility, as well as its own Admissions and Continuing Occupancy Policy.

The housing authority has subsequently remedied the issues related to special testing and the continuing occupancy policy. The finding related to eligibility is repeated as finding 2005-1.

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA  
Bogalusa, Louisiana  
Corrective Action Plan for Current Year Audit Findings  
Fiscal Year Ended September 30, 2005**

**FINDINGS—FEDERAL AWARD PROGRAMS**

**Finding 2005-1**

**Action Planned**

The housing authority will review federal regulations with the appropriate staff members and ensure that the staff is adequately trained.

**Person Responsible**

Randy Smith, Executive Director

**Anticipated Completion Date**

June 30, 2006

**Schedule 4**

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA  
Bogalusa, Louisiana  
Schedule of Compensation Paid to Board Members  
Fiscal Year Ended September 30, 2005**

The board members serve without compensation.

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA**  
**Bogalusa, Louisiana**  
**Schedule of Expenditures of Federal Awards**  
**Fiscal Year Ended September 30, 2005**

<i>Federal Grantor/Pass-through Grantor/ Program or Cluster Title</i>	<i>CFDA #</i>	<i>Federal Expenditures</i>
<b>U.S. Department of Housing and Urban Development:</b>		
Direct Programs:		
Low Rent Public Housing	14.850a	652,208
Housing Choice Voucher Program	14.871	403,493
Public Housing Capital Fund Program	14.872	876,568
Total Federal Expenditures		<u>\$ 1,932,269</u>

**Note A – General**

The accompanying Schedule of Expenditures of Federal Awards presents all of the Federal awards programs of the Authority. The authority reporting entity is defined in Note A to the basic financial statements. Federal awards received directly from federal agencies, as well as federal awards passed through other governmental agencies are included in this schedule.

**Note B – Basis of accounting**

The accompanying Schedule of Expenditures of Federal Awards Programs is presented using the accrual basis of accounting, which is described in Note A to the authority's basic financial statements.

**Note C – Relationship to Basic Financial Statements**

Federal awards revenues are reported in the authority's basic financial statements as follows:

Public and Indian Housing - Low Rent Program	\$ 652,208
Housing Choice Voucher Program	403,493
Capital Fund Program	876,568

**Note D – Relationship to Federal Financial Reports**

Amounts reported in the accompanying schedule agree with the amounts reported in the related federal financial reports except for changes made to reflect amounts in accordance with GAAP.

**Note E – Federal Awards**

For those funds that have matching revenues and state funding, federal expenditures were determined by deducting matching revenues from total expenditures. In accordance with HUD Notice PIH 9814, "federal awards" do not include the authority's operating income from rents or investments (or other Non-federal sources). In addition, the entire amount of operating subsidy received during the fiscal year is considered to be expended during the fiscal year.

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA**  
**Bogalusa, Louisiana**  
**Financial Data Schedule**  
**Fiscal Year Ended September 30, 2005**

PHA: LA024 FYED: 09/30/2005

Line Item No.	Account Description	Low Rent Public Housing	Housing Choice Vouchers	Public Housing Capital Fund Program	Total
111	Cash - Unrestricted	\$388,799	\$125,892	\$0	\$514,691
114	Cash - Tenant Security Deposits	\$43,730	\$0	\$0	\$43,730
100	Total Cash	\$432,529	\$125,892	\$0	\$558,421
121	Accounts Receivable - PHA Projects	\$0	\$3,075	\$0	\$3,075
122	Accounts Receivable - HUD Other Projects	\$0	\$0	\$40,071	\$40,071
125	Accounts Receivable - Miscellaneous	\$21	\$0	\$0	\$21
126	Accounts Receivable - Tenants - Dwelling Rents	\$61,302	\$0	\$0	\$61,302
126.1	Allowance for Doubtful Accounts - Dwelling Rents	(\$21,344)	\$0	\$0	(\$21,344)
126.2	Allowance for Doubtful Accounts - Other	\$0	\$0	\$0	\$0
129	Accrued Interest Receivable	\$2,678	\$500	\$0	\$3,178
120	Total Receivables, net of allowances for doubtful accounts	\$42,657	\$3,575	\$40,071	\$86,303
142	Prepaid Expenses and Other Assets	\$1,017	\$0	\$0	\$1,017
143	Inventories	\$44,498	\$0	\$0	\$44,498
143.1	Allowance for Obsolete Inventories	\$0	\$0	\$0	\$0
144	Interprogram Due From	\$65,656	\$0	\$4,253	\$69,909
150	Total Current Assets	\$586,357	\$129,467	\$44,324	\$760,148
161	Land	\$237,721	\$0	\$0	\$237,721
162	Buildings	\$2,601,097	\$0	\$467,484	\$3,068,581
163	Furniture, Equipment & Machinery - Dwellings	\$327,370	\$0	\$58,073	\$385,443
164	Furniture, Equipment & Machinery - Administration	\$150,154	\$2,284	\$17,773	\$170,211
165	Leasehold Improvements	\$10,978,052	\$0	\$0	\$10,978,052
166	Accumulated Depreciation	(\$12,023,886)	(\$2,284)	(\$43,141)	(\$12,069,311)
167	Construction In Progress	\$0	\$0	\$449,726	\$449,726
160	Total Fixed Assets, Net of Accumulated Depreciation	\$2,270,508	\$0	\$949,915	\$3,220,423
180	Total Non-Current Assets	\$2,270,508	\$0	\$949,915	\$3,220,423
190	Total Assets	\$2,856,865	\$129,467	\$994,239	\$3,980,571



## Schedule 6

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA**  
**Bogalusa, Louisiana**  
**Financial Data Schedule**  
**Fiscal Year Ended September 30, 2005**

PHA: LA024 FYED: 09/30/2005

Line Item No.	Account Description	Low Rent Public Housing	Housing Choice Vouchers	Public Housing Capital Fund Program	Total
321	Accrued Wage/Payroll Taxes Payable	\$13,976	\$0	\$0	\$13,976
322	Accrued Compensated Absences - Current Portion	\$5,515	\$777	\$0	\$6,292
331	Accounts Payable - HUD PHA Programs	\$1,362	\$0	\$0	\$1,362
333	Accounts Payable - Other Government	\$21,200	\$0	\$0	\$21,200
341	Tenant Security Deposits	\$43,730	\$0	\$0	\$43,730
342	Deferred Revenues	\$0	\$0	\$4,253	\$4,253
345	Other Current Liabilities	\$0	\$230	\$0	\$230
346	Accrued Liabilities - Other	\$35	\$0	\$0	\$35
347	Interprogram Due To	\$4,253	\$25,585	\$40,071	\$69,909
310	Total Current Liabilities	\$90,071	\$26,592	\$44,324	\$160,987
354	Accrued Compensated Absences - Non Current	\$11,706	\$2,063	\$0	\$13,769
350	Total Noncurrent Liabilities	\$11,706	\$2,063	\$0	\$13,769
300	Total Liabilities	\$101,777	\$28,655	\$44,324	\$174,756
508	Total Contributed Capital	\$0	\$0	\$0	\$0
508.1	Invested in Capital Assets, Net of Related Debt	\$2,270,508	\$0	\$949,915	\$3,220,423
511	Total Reserved Fund Balance	\$0	\$0	\$0	\$0
511.1	Restricted Net Assets	\$0	\$0	\$0	\$0
512.1	Unrestricted Net Assets	\$484,580	\$100,812	\$0	\$585,392
513	Total Equity/Net Assets	\$2,755,088	\$100,812	\$949,915	\$3,805,815
600	Total Liabilities and Equity/Net Assets	\$2,856,865	\$129,467	\$994,239	\$3,980,571

## Schedule 6

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA**  
**Bogalusa, Louisiana**  
**Financial Data Schedule**  
**Fiscal Year Ended September 30, 2005**

PHA: LA024 FYED: 09/30/2005

Line Item No.	Account Description	Low Rent Public Housing	Housing Choice Vouchers	Public Housing Capital Fund Program	Total
703	Net Tenant Rental Revenue	\$313,295	\$0	\$0	\$313,295
704	Tenant Revenue - Other	\$156,096	\$0	\$0	\$156,096
705	Total Tenant Revenue	\$469,391	\$0	\$0	\$469,391
706	HUD PHA Operating Grants	\$652,208	\$403,494	\$80,982	\$1,136,684
706.1	Capital Grants	\$0	\$0	\$795,586	\$795,586
711	Investment Income - Unrestricted	\$8,112	\$1,957	\$0	\$10,069
715	Other Revenue	\$10,581	\$1,894	\$0	\$12,475
716	Gain/Loss on Sale of Fixed Assets	(\$121)	\$0	\$0	(\$121)
720	Investment Income - Restricted	\$0	\$0	\$0	\$0
700	Total Revenue	\$1,140,171	\$407,345	\$876,568	\$2,424,084

## Schedule 6

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA**  
**Bogalusa, Louisiana**  
**Financial Data Schedule**  
**Fiscal Year Ended September 30, 2005**

PHA: LA024 FYED: 09/30/2005

Line Item No.	Account Description	Low Rent Public Housing	Housing Choice Vouchers	Public Housing Capital Fund Program	Total
911	Administrative Salaries	\$135,747	\$21,731	\$0	\$157,478
912	Auditing Fees	\$7,244	\$1,811	\$0	\$9,055
914	Compensated Absences	(\$4,757)	\$183	\$0	(\$4,574)
915	Employee Benefit Contributions - Administrative	\$60,666	\$9,094	\$0	\$69,760
916	Other Operating - Administrative	\$79,767	\$4,343	\$75,531	\$159,641
922	Relocation Costs	\$363	\$0	\$0	\$363
924	Tenant Services - Other	\$1,777	\$0	\$0	\$1,777
931	Water	\$38,916	\$0	\$0	\$38,916
932	Electricity	\$192,572	\$0	\$0	\$192,572
933	Gas	\$2,055	\$0	\$0	\$2,055
938	Other Utilities Expense	\$23,843	\$0	\$0	\$23,843
941	Ordinary Maintenance and Operations - Labor	\$135,566	\$0	\$0	\$135,566
942	Ordinary Maintenance and Operations - Materials and Other	\$93,922	\$0	\$0	\$93,922
943	Ordinary Maintenance and Operations - Contract Costs	\$71,636	\$0	\$5,451	\$77,087
945	Employee Benefit Contributions - Ordinary Maintenance	\$60,585	\$0	\$0	\$60,585
961	Insurance Premiums	\$133,309	\$3,005	\$0	\$136,314
962	Other General Expenses	\$19,418	\$198	\$0	\$19,616
963	Payments in Lieu of Taxes	\$21,200	\$0	\$0	\$21,200
964	Bad Debt - Tenant Rents	\$9,571	\$0	\$0	\$9,571
969	Total Operating Expenses	\$1,083,400	\$40,365	\$80,982	\$1,204,747
970	Excess Operating Revenue over Operating Expenses	\$56,771	\$366,980	\$795,586	\$1,219,337
971	Extraordinary Maintenance	\$135,942	\$0	\$0	\$135,942
972	Casualty Losses - Non-Capitalized	\$15,116	\$0	\$0	\$15,116
973	Housing Assistance Payments	\$0	\$344,362	\$0	\$344,362
974	Depreciation Expense	\$296,559	\$0	\$40,046	\$336,605
900	Total Expenses	\$1,531,017	\$384,727	\$121,028	\$2,036,772
1010	Total Other Financing Sources (Uses)	\$0	\$0	\$0	\$0
1000	Excess (Deficiency) of Operating Revenue Over (Under) Expenses	(\$390,846)	\$22,618	\$755,540	\$387,312

## Schedule 6

**HOUSING AUTHORITY OF THE CITY OF BOGALUSA**  
**Bogalusa, Louisiana**  
**Financial Data Schedule**  
**Fiscal Year Ended September 30, 2005**

PHA: LA024 FYED: 09/30/2005

Line Item No.	Account Description	Low Rent Public Housing	Housing Choice Vouchers	Public Housing Capital Fund Program	Total
1102	Debt Principal Payments - Enterprise Funds	\$0	\$0	\$0	\$0
1103	Beginning Equity	\$2,759,953	\$77,664	\$581,333	\$3,418,950
1104	Prior Period Adjustments, Equity Transfers and Correction of Errors	\$385,981	\$530	(\$386,958)	(\$447)
1113	Maximum Annual Contributions Commitment (Per ACC)	\$0	\$400,647	\$0	\$400,647
1114	of less than Twelve Months	\$0	\$0	\$0	\$0
1115	Contingency Reserve, ACC Program Reserve	\$0	\$49,849	\$0	\$49,849
1116	Total Annual Contributions Available	\$0	\$450,496	\$0	\$450,496
1120	Unit Months Available	4,075	1,176	0	5,251
1121	Number of Unit Months Leased	3,837	1,034	0	4,871